

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 6605

BILL NUMBER: HB 1109

DATE PREPARED: Feb 19, 1999

BILL AMENDED: Feb 18, 1999

SUBJECT: Pearl Harbor Survivors license plate and Domestic Trust license plate.

FISCAL ANALYST: James Sperlik

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FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: (Amended) This bill exempts a special group recognition license plate issued for a survivor of the attack on Pearl Harbor from minimum license plate sales requirements. It establishes a Domestic Violence Trust License Plate and Domestic Violence Trust Fund. The bill provides that an additional fee collected by the Bureau of Motor Vehicles upon the purchase of a Domestic Violence Trust License Plate shall be deposited in the Domestic Violence Trust Fund. It provides that the money in the Domestic Violence Trust Fund shall be distributed to the Indiana Coalition Against Domestic Violence.

Effective Date: (Amended) July 1, 1999; January 1, 2001.

Explanation of State Expenditures: (Revised) The bill extends the existence of the Pearl Harbor license plate that otherwise would be discontinued because the sales did not meet the minimum sales requirements. There were 131 Pearl Harbor Survivor Plates sold in 1998.

For the newly created plate, Prison Enterprise Network (PEN Products), the manufacturing arm of prison-made products, would charge the BMV \$2.60 per plate if the newly created plate is not a special recognition plate. If the newly created license plate is a special recognition plate, PEN Products' charge would be based on the number of colors in the design as shown in the schedule below:

Colors	Set-Up Charges	Price Per Plate (99-01)*
1	\$105	\$3.90
2	170	4.00
3	235	4.10
4	300	4.30
5	365	4.60
6	430	5.00

*1999-2001 Biennium.

Additional charges include \$75 per color for any special colors that are not included in PEN's ten standard colors. If PEN Products does the artwork, there is a \$70 per hour charge. Origination Fees include the film positives and the silk screen charges. The fund affected for PEN Products is PEN Products Revolving Fund. The fund affected for the BMV is the Motor Vehicle Highway Account which supports the BMV. There will computer and accounting changes for the BMV.

Explanation of State Revenues: (Revised) Potential revenue from the sales of the newly created Domestic Trust License Plate is not known. There will be an administrative fee of \$12 charged for each plate. Revenue from these plates will be split evenly between the State License Branch Fund which supports the license branches and the Motor Vehicle Highway Account which supports the BMV. The bill also creates the Indiana Domestic Trust Fund into which the \$25 annual fee is deposited.

In 1998, sales of the existing 41 special plates ranged from 47 Marine Reserve plates to 79,997 Children's Trust Plates. Within this potential sales range, revenue resulting from the existing \$12 administrative fee would range from \$282 to \$479,982 per plate.

Revenue resulting from the \$25 fee would range between \$1,175 and \$1,999,925 and would be deposited into Indiana Domestic Trust Fund.

The Commissioner of the Bureau of Motor Vehicles is to administer the newly created fund. Expenses of administering the Fund are to be paid from the Fund. On June 30 of each year, the Commissioner of Bureau of Motor Vehicles is to distribute the money in the Fund to the Indiana Coalition Against Domestic Violence. Money in the Fund at the end of the State fiscal year does not revert to the State General Fund.

It should be noted that it is possible that sale of this special plate could, to some extent, supplant the sales of the other special plates. The newly created plate will be available after December 31, 1999.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Department of Correction (Pen Products).

Local Agencies Affected:

Information Sources: Bureau of Motor Vehicles; Becky Gillam, Director of Sales and Marketing of PEN Products, 387-2000; Pricing data from Pen Products.